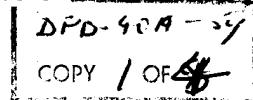


STAT



June 10, 1959

To: Contracting Officer, SP-1919

Subject: Statement of Costs and Final Price Revision Proposal

Reference: Our letter dated 25 May 1959

In discussions here 3 June 1959, certain questions concerning scope of work remaining to be completed were resolved. This results in the deletion of \$140,500 from the Estimate to Complete in the referenced proposal.

Consequently, a revised cost statement is enclosed herewith reflecting that reduction.

Very truly yours,

STAT

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cc:

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DDO-40A-59
2 OF 4

Contract SP-1919
Revised Final Cost Statement

	Costs Recorded thru 5/3/59	Estimate to Complete	Total
Labor	\$ 525,528	\$ 10,811	\$ 536,339
Overhead	474,169	7,607	481,776
Material and Other Direct Costs	193,180	115,752	308,932
Contract and Administrative Expense	119,938	2,030	121,968
Total Costs	<u>\$1,312,815</u>	<u>\$136,200</u>	<u>\$1,449,015</u>

	Cost	Profit	Price
<u>Original Contract Price</u>			
Original five (5) ship contract	\$1,631,085	\$154,955	\$1,786,040
Two-man IR Mod. Ship #394	205,480	19,520	225,000
	<u>\$1,836,565</u>	<u>\$174,475</u>	<u>\$2,011,040</u>

Revised Final Price Revision Proposal

Total Contract Costs (per above)	\$1,449,015
Profit	<u>174,475</u>
Total Proposed Final Price	\$1,623,490
Net Reduction in Contract Price	<u>387,550</u>

Explanatory Data

Overhead Rates Used in Above Costs
1958 (Rate negotiated at Dayton in April 1959)

Engineering	\$2.7337
Factory	3.5577
C & A	.688

1959 (Same rate negotiated for SP-1918)

Engineering	\$2.96
Factory	3.87
C & A	.79

Direct Labor Hours

	1958	1959		Total
		Recorded to 5/3/59	Estimated to Complete	
Engineering	127,075.0	36,620.3	2,570.0	166,265.3
Factory	4,537.3	580.2		5,117.5
Total	<u>131,612.3</u>	<u>37,200.5</u>	<u>2,570.0</u>	<u>171,382.8</u>